RESOLUTION NO. 1991-24

RESOLUTION AMENDING RESOLUTION NO. 1991-22,
DESIGNATING THE BOND ANTICIPATION NOTES, SERIES 1991,
IN AN AMOUNT NOT EXCEEDING $120,000
TO BE "QUALIFIED TAX-EXEMPT OBLIGATIONS"

The City of Elgin, Union County, Oregon (the "City"), finds:

A. On October 8, 1991, the City Council adopted Resolution No. 1991-22, authorizing the issuance of bond anticipation notes, Series 1991, in an amount not to exceed $120,000 (the "Notes").

B. The City Council finds that all of the proceeds of the Notes will be used to provide publicly owned sewer system improvements, and that the City will not issue more than $10,000,000 of tax-exempt obligations during the calendar year 1991. The Notes should be designated as eligible for purchase by financial institutions, and such financial institutions should be permitted to deduct the institution's interest expense allocable to the Notes.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Elgin, Oregon, resolves as follows:

1. The Notes are hereby designated as "qualified tax-exempt obligations" within the meaning of Section 265(b) of the Internal Revenue Code of 1986.

2. Such qualification will permit financial institutions owning the Notes to deduct a portion of the institution's interest expense allocable to the Notes.

APPROVED by the City Council this 12 day of November, 1991.

APPROVED by the Mayor this 12 day of November, 1991.

EFFECTIVE this 12 day of November, 1991.

CITY OF ELGIN, OREGON

By Rod Spiker
Mayor

ATTEST:

Joe Galt Nov 12, 1991
City Recorder